

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HIMA-SIBERT WATER)	
DISTRICT FOR A RATE ADJUSTMENT PURSUANT)	CASE NO.
TO THE ALTERNATIVE RATE FILING PROCEDURE)	93-327
FOR SMALL UTILITIES)	

O R D E R

On September 22, 1993, Hima-Sibert Water District ("Hima-Sibert") filed an application for Commission approval of a proposed increase in its rates for water service. Hima-Sibert's proposed rates for water service would generate additional annual revenues of \$32,145, an increase of 26.2 percent.

On August 6, 1993, the Commission Staff conducted a field review of Hima-Sibert's test-period financial records. Based upon this review, Commission Staff issued its report on November 4, 1993 recommending an increase of \$30,745 in Hima-Sibert's annual operating revenues for water service.

By Order dated November 4, 1993, the Commission advised Hima-Sibert that comments on the Staff Report or requests for a public hearing or informal conference must be submitted no later than 15 days from the date of the order or this case would stand submitted to the Commission for decision. No comments on the Staff Report nor requests for a public hearing or informal conference have been received from Hima-Sibert.

The Commission, after consideration of the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, attached hereto and incorporated herein, are the fair, just, and reasonable rates for Hima-Sibert and will produce gross annual revenues of \$153,304 for water service based on adjusted test year sales. These rates will allow Hima-Sibert sufficient revenues to meet its operating expenses, and provide for future equity growth, including provisions for servicing its debt.

3. The rates proposed by Hima-Sibert would produce revenue increases in excess of that found reasonable herein and should be denied upon application of KRS 278.030.

IT IS THEREFORE ORDERED that:

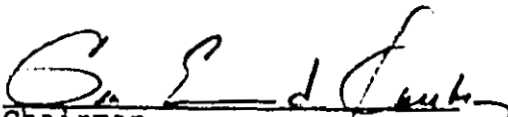
1. The rates proposed by Hima-Sibert in its application are hereby denied.

2. The rates in Appendix A are approved for service rendered by Hima-Sibert on and after the date of this Order.


3. Within 30 days of the date of this Order, Hima-Sibert shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 17th day of December, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-327 DATED December 17, 1993.

The following rates and charges are prescribed for water service to customers of Hima-Sibert Water District. All other rates and charges not specifically set forth herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Schedule of Rates

First	2,000 gallons	\$12.75 Minimum Bill
Next	8,000 gallons	4.35 per 1,000 gallons
Next	10,000 gallons	4.00 per 1,000 gallons
Next	20,000 gallons	3.70 per 1,000 gallons
Over	40,000 gallons	3.35 per 1,000 gallons